



Utah Counties Insurance Pool
Serving Counties Since 1992

BOARD OF TRUSTEES TELEPHONIC CONFERENCE

MINUTES

October 7, 2005, 10:00 a.m.

BOARD MEMBERS PRESENT

Dan McConkie, *President*, Davis County Commissioner
Lynn Lemon, *Vice President*, Cache County Executive
Gene Roundy, *Secretary-Treasurer*, Iron County Commissioner
Steve Baker, Davis County Personnel Director
Ken Bischoff, Weber County Commissioner
Kay Blackwell, Piute County Commissioner
Jim Eardley, Washington County Commissioner
Ira Hatch, Emery County Commissioner
Ed Phillips, Millard County Sheriff
Steve Wall, Sevier County Clerk-Auditor

BOARD MEMBERS ABSENT

Jerry Grover, Utah County Commissioner
Kent Sundberg, Utah County Deputy Attorney

OTHERS PRESENT

Lester Nixon, Chief Executive Officer
Sonya White, Manager of Administration

Call to Order

Dan McConkie called this telephonic conference of the Board of Trustees to order at 10:00 a.m. on October 7, 2005.

Approve 2006 Member Premium Contribution Formula (Workers' Compensation)

Lester Nixon explained that the proposed 2006 member premium calculations were previously sent to the Board for review (see attachment #1). As directed by the Board, Lester and Sonya White recalculated premiums considering a lower increase for those counties with a lower experience modification factor. Counties with an experience modification factor of 0.89 or less was allocated a 17% increase from their prior years' premium. An experience modification factor of 0.90 – 1.01 was allocated a 19% increase, 1.02 – 1.25 was allocated a 25% increase and 1.26+ was allocated a 30% increase. Lester reported that the National Council on Compensation Insurance (NCCI) is increasing manual rates for county classes by 30%, Workers' Compensation Fund of Utah will increase premiums approximately 15% and Utah Local Governments Trust is increasing premiums 12-13%. The Workers' Compensation Pool does not have any surplus. Lester anticipates with these increases the Pool should be in good shape for the 2007 policy year. Gene Roundy made a motion approving the 2006 member premium contribution formula for workers' compensation as presented. Jim Eardley seconded the motion, which passed unanimously.

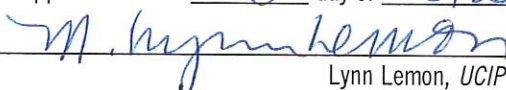
Other Business

The approved 2006 member premium contributions were previously sent to the Board for review. Lester Nixon reported that the property reinsurance costs indications change each day but feels that the additional \$50,000 approved by the Board and earned interest will be adequate for the 2006 policy year. Marsh is marketing Lloyds and three other reinsurers in order to provide the Pool with a competitive quote.

The next meeting of the Board of Trustees is scheduled for October 20 at 12:00 p.m. at the UCIP building.

A November Board of Trustees meeting is scheduled for the 10th at 7:00 p.m. at the Painted Pony in St. George.

Approved on this 20 day of October 2005


Lynn Lemon, UCIP Vice President

Sonya White

From: Sonya White
Sent: Tuesday, September 27, 2005 2:00 PM
To: 'ucadm.kent@state.ut.us'; 'commission@co.emery.ut.us'; 'dan@co.davis.ut.us';
'ephillips@millard.state.ut.us'; 'jeardley@washco.state.ut.us'; 'kayb@scinternet.net';
'kbischof@co.weber.ut.us'; 'lynnl@yoda.state.ut.us'; 'roundyge@msn.com'; 'steve@co.davis.ut.us';
'steve@sevierutah.net'; 'ucadm.jerryg@state.ut.us'
Cc: 'Mark Brady (mbrady@ucip.utah.gov)'; Lester Nixon
Subject: Telephonic Conference (2006 WC Premiums)

Pursuant to the direction of the Board at its September 23 meeting, please find the attached spreadsheet showing premium increase allocations based more equitably on each county's experience modification (the lowest increase experienced is 17% and the highest is 30%). If approved, the total premium collected (\$2,026,010) will under fund the program by \$274,068, i.e., using the actuary's \$1,500,000 expected loss analysis.

Please plan to participate in a telephonic conference to discuss and approve the 2006 Workers' Compensation premium allocations on Friday, October 7 at 10:00 a.m. To join the conference, call 1-888-447-7153, enter PIN: 5421225 followed by #. Let me know whether you will or will not be able to join.

Also attached is the final premiums approved by the Board for the 2006 Multiline pool.

Thank you,

Sonya White

Manager of Administration
Utah Counties Insurance Pool
5397 South Vine Street
Salt Lake City, UT 84107
801.293.3098
801.293-3480 (fax)

All Commissioners
to UAC Cowboy Circus
10/7/05 9:30-1:30

Lynn may go
OK w/others may just be rural

WCF - 10-15-02
ULGT -

Workers Compensation Program

Proposed 2006 Premium Allocations

Effective Date	WCF 2003 Premium	UCIP 2004 Premium 2005 Premium		Exp Mod	Premium w/ 15% Increase 36% Expected		9/23/2005 Proposed	2006 Premium	
		2004 Premium	2005 Premium		Premium w/ 15% Increase	Premium w/ 36% Expected		Lower Mod/ Lower Increase	Percent Increase Amount
Beaver	61,634								
Box Elder	95,698	69,119	96,747	1.00	111,259	131,576	113,198	115,129	19%
Cache	127,032	90,781	90,781	1.81	104,398	123,462	123,462	118,015	30%
Carbon	22,071	13,232	23,010	0.85	26,462	31,294	26,462	26,922	17%
Daggett	216,397								
Davis	61,982	35,820	49,837	1.06	57,313	67,778	58,064	62,296	25%
Duchesne	67,515	49,785	49,785	1.34	57,253	67,708	67,708	64,721	30%
Emery	35,206	22,047	27,654	0.85	31,802	37,609	37,609	32,355	17%
Garfield	41,847	25,504	34,619	0.80	39,812	47,082	47,082	40,504	17%
Grand	101,960	62,704	74,232	1.01	85,367	100,956	100,956	88,336	19%
Iron	33,078	22,338	22,338	0.87	25,689	30,380	30,380	26,135	17%
Juab	26,021	21,094	26,694	0.83	30,698	36,304	30,698	31,232	17%
Kane	89,892	54,271	79,191	0.85	91,070	107,700	91,070	92,653	17%
Millard	29,618	14,966	19,479	0.90	22,401	26,491	26,491	23,180	19%
Morgan	7,700	4,457	5,678	0.91	6,530	7,722	6,530	6,757	19%
Piute	59,028	26,820	49,540	1.12	10,498	12,415	12,415	11,411	25%
Rich	34,987	21,096	21,183	1.21	56,971	67,374	67,374	61,925	25%
San Juan	25,537	21,791	24,491	1.35	24,360	28,809	28,809	27,538	30%
Sanpete	128,816		83,243	1.34	28,165	33,308	33,308	31,838	30%
Sevier	131,353		97,983	0.71	95,729	113,210	95,729	97,394	17%
Summit	92,993	80,020	93,978	0.69	112,680	133,257	112,680	114,640	17%
Tooele	176,365	169,133	187,031	1.04	108,075	127,810	108,075	117,473	25%
Uintah	64,742		83,715	0.87	215,086	254,362	254,362	218,826	17%
Utah	134,143			0.72	96,272	113,852	83,715	97,947	17%
Wasatch	8,239	5,719	5,719	0.89	6,577	7,778	7,778	6,691	17%
Washington	389,520	305,651	370,776	0.61	426,392	504,255	426,392	433,808	17%
Wayne	1,278	376	376	0.99	432	511	511	447	19%
Weber				0.76	48,155	48,155	48,155	48,156	0%
UCIP				0.70			29,679	29,679	0%
Wasatch Mental Health									
Bear River Health									
Quote									
Total		1,120,869	1,651,287		1,919,445	2,261,159	2,068,692	2,026,010	320,966

8-1,0-17%
1,0-1,05-18%
1,05-1,1-25%
1.1 up 30%

**2006 PREMIUM
ALLOCATION APPROVED**

COUNTY	\$2.6 LOSS FUND		APPROVED 2006 add 50k prop	VARIANCE increase/decrease	PERCENT increase/decrease	2005 PREMIUM
	2006 PREMIUM w/o caps	2006 PREMIUM w/caps				
Beaver	54,830	54,881	61,521	736	1.21%	60,785
Box Elder	243,251	171,241	173,314	8,319	5.04%	164,995
Cache	244,794	201,157	203,591	5,028	2.53%	198,563
Carbon	196,951	138,236	139,908	2,152	1.56%	137,757
Daggett	64,071	39,350	41,036	491	1.21%	40,545
Davis	345,755	352,098	372,150	4,450	1.21%	367,700
Duchesne	162,976	119,130	120,698	1,443	1.21%	119,255
Emery	140,820	141,631	159,975	1,913	1.21%	158,062
Garfield	48,866	54,108	60,647	725	1.21%	59,922
Grand	107,155	94,094	95,233	3,943	4.32%	91,290
Iron	153,067	144,853	155,218	1,856	1.21%	153,363
Juab	65,178	101,395	108,545	1,298	1.21%	107,247
Kane	73,153	73,153	74,969	896	1.21%	74,072
Millard	114,475	125,496	139,835	1,672	1.21%	138,163
Morgan	37,957	43,834	48,946	585	1.21%	48,361
Piute	24,757	21,612	22,501	269	1.21%	22,232
Rich	26,890	41,644	44,761	535	1.21%	44,226
San Juan	251,192	151,314	153,145	3,658	2.45%	149,487
Sanpete	58,130	58,178	62,727	750	1.21%	61,977
Sevier	129,960	78,744	84,943	1,016	1.21%	83,927
Tooele	99,753	99,753	184,890	2,211	1.21%	182,679
Utah	238,066	196,437	198,815	11,426	6.10%	187,388
Utah	481,413	434,723	447,677	5,353	1.21%	442,324
Wasatch	180,793	183,086	200,290	2,395	1.21%	197,895
Washington	231,266	228,126	233,638	2,794	1.21%	230,845
Wayne	37,774	38,119	40,897	489	1.21%	40,408
Weber	758,089	416,604	456,521	-62,201	-11.99%	518,721
UCIP	2,308	1,357	5,178	62	1.21%	5,116
Bear River HD	14,936	14,557	18,174	217	1.21%	17,957
Central HD	7,043	6,871	10,916	131	1.21%	10,785
Southeastern HD	5,403	5,664	12,696	152	1.21%	12,544
Southwest HD	7,987	8,353	15,384	184	1.21%	15,200
Tooele HD	4,457	4,048	5,939	71	1.21%	5,868
TriCounty HD	4,394	4,808	8,603	103	1.21%	8,500
Wasatch HD	3,913	4,258	3,407	41	1.21%	3,366
Weber-Morgan HD	13,190	13,099	14,989	179	1.21%	14,810
TOTALS	4,635,011	3,866,012	4,181,676	5,340	-1.08%	4,176,336

